1987 MAR 17 PM 2: 35 HOUSE OF REPRESENTATIVES

increasify that the attached is a true and controls copy of 418 1060 ,which mes filled of record on MAR 2 1987. and referred to the committee on: Human Services

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M.B. No./060

A BILL TO BE ENTITLED

AN ACT

2 relating to the establishment of a pilot program to lease space for 3

child-care services for children of state employees.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. DEFINITIONS. In this Act:

- (1) "Commission" means the State Purchasing and General Services Commission.
- (2) "Preschool children" means children under the age of 8 seven years who are not enrolled in a public or private school on a 9 10 full-day basis.
- 11 (3) "State agency" means:
- 12 any department, commission, board, office, or other agency in the executive branch of state government created by the 13 14 constitution or a statute of this state;
- 15 (B) the Supreme Court of Texas, the Texas Court of Criminal 16 Appeals, a court of appeals, or the Texas Judicial Council; or
- 17 (C) a university system or an institution of higher education as defined by Section 61.003, Education Code, other than 18 19 a public junior college.
 - SECTION 2. PILOT PROGRAM. (a) The commission shall establish a pilot program in which space is leased by the state to private tenants to provide child-care services to state employees with preschool children.
- 24 (b) The commission shall adopt rules to implement the pilot

- 1 program.
- 2 SECTION 3. SELECTION OF BUILDINGS. (a) The commission
- 3 shall select five cities with a population of 300,000 or more,
- 4 according to the most recent federal census, in which to establish
- 5 the pilot program. In the cities chosen, the commission shall
- 6 select buildings for the pilot program in which at least 50
- 7 employees who wish to participate in the program work.
- 8 (b) The commission shall select three counties with a
- 9 population of less than 100,000, according to the most recent
- 10 federal census, in which to establish the pilot program. In the
- 11 counties chosen, the commission shall select buildings for the
- 12 pilot program in which at least 20 employees who wish to
- 13 participate in the program work.
- 14 (c) The commission may choose from buildings that are state
- owned and buildings, or portions of buildings, leased by the state
- under a lease that permits sublease of the premises.
- 17 SECTION 4. LEASE. (a) For each building selected for the
- program, the agency that controls the building may:
- 19 (1) negotiate a lease;
- 20 (2) direct the state agency that occupies the building to
- 21 negotiate a lease; or
- 22 (3) select a tenant through a competitive bidding process.
- 23 (b) An agency shall select a tenant on the bases of the
- 24 amount to be paid under the lease, the quality of the tenant's
- child-care services, and the cost of the services to the state
- 26 employees.
- 27 (c) The commission shall adopt rules that specify provisions

- 1 that must be included in a lease and provisions that may not be
- 2 included in a lease.
- 3 (d) The agency that controls a building selected for the
- 4 program shall execute the lease.
- 5 SECTION 5. LICENSE. If a tenant is operating a child-care
- 6 facility licensed under Chapter 42, Human Resources Code, at the
- 7 time the lease is executed, the tenant is not required to obtain an
- 8 additional license to operate under this Act. If the tenant is not
- 9 licensed before the lease is executed, the tenant must obtain a
- 10 license under that chapter to operate under this Act.
- 11 SECTION 6. REPORTS. (a) Not later than October 31, 1988,
- 12 each state agency with access to child-care services through the
- pilot program under a lease executed by another state agency shall
- 14 submit to the state agency that executed the lease a report
- evaluating the pilot program. The report shall include information
- 16 relating to the number of employees participating, the number of
- children participating, and the quality of the child-care services.
- 18 (b) Not later than November 30, 1988, each state agency,
- other than the commission, that executes a lease in the pilot
- 20 program shall submit a report to the commission evaluating the
- 21 pilot program. The report shall include information relating to
- the terms of the lease, the number of employees participating, the
- 23 number of children participating, and the quality of the child-care
- 24 services.
- (c) Not later than December 31, 1988, the commission shall
- 26 submit a report to the governor, lieutenant governor, and speaker
- of the house of representatives evaluating the pilot program. The

- 1 report shall include information regarding the terms of the leases
- 2 executed, the number of employees participating, the number of
- 3 children participating, the quality of the child-care services, and
- 4 the degree of need for child-care services in other state office
- 5 buildings.
- 6 SECTION 7. EFFECTIVE DATE; EXPIRATION DATE. This Act takes
- 7 effect September 1, 1987, and expires on September 1, 1989.
- 8 SECTION 8. EMERGENCY. The importance of this legislation
- 9 and the crowded condition of the calendars in both houses create an
- 10 emergency and an imperative public necessity that the
- 11 constitutional rule requiring bills to be read on three several
- days in each house be suspended, and this rule is hereby suspended.

HOUSE COMMITTEE REPORT

1st Printing

By Price

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H.B. No. 1060

Substitute the following for H.B. No. 1060:

By Grusendorf

C.S.H.B. No. 1060

A BILL TO BE ENTITLED

AN ACT

relating to the creation of a task force to study options for the 2

of child-care services to state employees and to provision

establish a pilot program to lease space for child-care services 4

for children of state employees. 5

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. DEFINITIONS. In this Act:

- "Commission" means the State Purchasing and General 8 9 Services Commission.
- 10 "Preschool children" means children under the age of seven years who are not enrolled in a public or private school on a 11 12 full-day basis.
- "State agency" means: 13
- 14 any department, commission, board, office, or other 15 agency in the executive branch of state government created by the 16 constitution or a statute of this state;
- 17 (B) the Supreme Court of Texas, the Texas Court of Criminal 18 Appeals, a court of appeals, or the Texas Judicial Council; or
- 19 (C) a university system or an institution education as defined by Section 61.003, Education Code, other than 20 21 a public junior college.
- 22 (4) "Tenant" means a private child-care firm which leases 23 space from the state for the purpose of providing child-care 24 services at that location.

- 1 SECTION 2. TASK FORCE. (a) A task force to study options
- 2 for the provision of child-care services to state employees is
- 3 established. The task force consists of:
- 4 (1) the executive director of the Texas Health and Human
- 5 Services Coordinating Council or the executive director's designee;
- 6 (2) one representative from each of the following state
- 7 agencies, appointed by the executive director or commissioner of
- 8 each respective agency:
- 9 (A) the Texas Department of Health;
- 10 (B) the Texas Department of Human Services;
- 11 (C) the Texas Department of Mental Health and Mental
- 12 Retardation;
- 13 (D) the State Purchasing and General Services Commission;
- 14 and
- 15 (E) the State Commission for the Blind;
- 16 (3) a representative of The University of Texas Bureau of
- Business Research, appointed by the chairman of the bureau;
- 18 . (4) a representative of The University of Texas Department
- of Education Early Childhood Development Program, appointed by the
- 20 chairman of the department;
- 21 (5) a representative of the Texas Association for the
- 22 Education of Young Children, appointed by the president of the
- 23 association; and
- 24 (6) a state employee who uses child-care services, appointed
- 25 by the governor.
- 26 (b) The task force shall meet at the call of the chairman
- who shall be named by the governor.

- 1 (c) If needed in the discharge of its duties, the task force
- 2 may request the assistance of a state agency, and the state agency
- 3 shall assist the committee when requested to do so.
- 4 (d) The task force may seek and accept outside sources of
- 5 funding.
- 6 SECTION 3. STUDY. (a) The task force may study and report
- 7 to the legislature the feasibility of providing to state employees:
- 8 (1) different types of child care, including child care:
- 9 (A) on or adjacent to the work site;
- 10 (B) for moderately ill children;
- 11 (C) for handicapped children;
- 12 (D) during school vacations;
- 13 (E) after school hours; and
- 14 (F) during flexible work hours;
- 15 (2) referral services to child-care providers;
- 16 (3) nontaxable compensation through direct payment to
- 17 child-care providers to the extent allowed under federal law;
- 18 (4) other child-care tax incentives to the extent allowed
- 19 under federal law; and
- 20 (5) other child-care benefits.
- 21 (b) The cost of the study shall be paid by the agencies
- 22 represented on the task force.
- 23 SECTION 4. PILOT PROGRAM. (a) The task force shall design
- and establish a pilot program in which space is leased by the state
- 25 to private tenants to provide child-care services to state
- 26 employees with preschool children.
- 27 (b) The task force shall adopt rules and a timetable to

- 1 implement and complete the pilot program. The task force shall
- 2 base the timetable on the commission's leasing schedule and the
- 3 effective dates of this Act.
- 4 (c) Each employee participating in the pilot program shall
- 5 pay the expenses of providing child-care services for that
- 6 employee's children directly to the tenant.
- 7 (d) The task force shall select not more than three cities
- 8 with a population of 300,000 or more, according to the most recent
- 9 federal census, in which to establish the pilot program. The
- 10 commission shall recommend one or more buildings in each of those
- 11 cities in which to locate the pilot program. The buildings must be
- 12 within one mile of buildings in which at least 50 state employees
- who wish to participate in the program work.
- 14 (e) The task force shall select not more than two counties
- 15 with a population of less than 100,000, according to the most
- 16 recent federal census, in which to establish the pilot program.
- 17 The commission shall select one or more buildings in each of those
- 18 counties in which to locate the pilot program. The buildings must
- 19 be within one mile of buildings in which at least 20 state
- 20 employees who wish to participate in the program work.
- 21 (f) The task force may choose:
- 22 (1) buildings that are state owned;
- 23 (2) buildings, or portions of buildings, that are leased by
- 24 the state under a lease that permits sublease of the premises; or
- 25 (3) buildings that the state may lease and sublease provided
- 26 this causes no cost or risk to the state.
- 27 SECTION 5. LEASE. (a) For each building selected for the

- 1 program, the agency that controls the building may:
- 2 (1) negotiate a lease;
- 3 (2) direct the state agency that occupies the building to 4 negotiate a lease; or
- 5 (3) select a tenant through a competitive bidding process.
- 6 (b) An agency shall select a tenant on the basis of the 7 amount to be paid under the lease, the quality of the tenant's 8 child-care services, and the cost of the services to the state 9 employees.
- 10 (c) The task force shall recommend standards for leases
 11 under this section to the commission that are based on:
- 12 (1) child-care regulations adopted by the Texas Department 13 of Human Services;
- 14 (2) the requirements of the pilot program; and
- 15 (3) the needs of the task force in conducting the study 16 provided by this Act.
- 17 (d) The commission shall adopt rules that specify provisions
 18 that must be included in a lease and provisions that may not be
 19 included in a lease. The rules shall be based on the
 20 recommendations of the task force and this Act.
- 21 (e) The agency that controls a building selected for the 22 program shall execute the lease.
- 23 (f) Leases negotiated and tenants selected under this 24 section are subject to the approval of the task force and the State 25 Purchasing and General Services Commission.
- 26 (g) Lease rates shall reflect market rates and shall in no 27 event be less than the rate paid by the state if the state leases

- 1 other space in the city.
- 2 SECTION 6. LICENSE. A tenant must obtain a license under
- 3 Chapter 42, Human Resources Code, to operate a child-care facility
- 4 under this Act.
- 5 SECTION 7. REPORTS. (a) Not later than October 31, 1990,
- 6 each state agency with access to child-care services through the
- 7 pilot program shall submit to the task force a report evaluating
- 8 the pilot program. The report must include information relating
- 9 to:
- 10 (1) the number of employees participating;
- 11 (2) the number of children participating;
- 12 (3) the quality of the child-care services; and
- 13 (4) how the pilot program affects:
- 14 (A) employee absenteeism;
- 15 (B) employee tardiness;
- 16 (C) employee productivity; and
- 17 (D) the length of maternity leave taken by employees.
- 18 (b) The task force shall make a complete report that
- 19 includes findings, recommendations, and drafts of proposed
- 20 legislation to the 72nd Legislature on the day it convenes in
- 21 January 1991. The task force shall file five copies of the
- 22 completed report with the Legislative Reference Library, five
- 23 copies with the Texas Legislative Council, two copies with the
- 24 chief clerk of the house, and two copies with the secretary of the
- 25 senate. Following official distribution of the task force report,
- 26 each remaining copy shall be deposited with the legislative
- 27 reference librarian.

- 1 (c) The task force shall distribute an executive summary of 2 the report to each member of the house and senate.
- SECTION 8. EFFECTIVE DATE AND DEADLINES. This Act takes
 effect September 1, 1987. Members of the task force must be
 appointed not later than September 10, 1987. The task force shall
 establish the pilot program required by this Act not later than
 September 1, 1988.
- 8 SECTION 9. EXPIRATION DATE. This Act expires on September 9 1, 1991.
- SECTION 10. EMERGENCY. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

COMMITTEE REPORT

The Honorable Gib Lewis
Speaker of the House of Representatives

 $\frac{4/28/87}{\text{(date)}}$

Sir:				
We, your COMMITTEE ON H	HUMAN SERVICES,			
to whom was referred	(measure)	nave had the same u	inder consideration	and beg to report
back with the recommendati	on that it			
() do pass, without amendr () do pass, with amendmer () do pass and be not print	nt(s).	e Substitute is recon	nmended in lieu of	the original measure.
A fiscal note was requested	yes () no	An actuaria	I analysis was requ	uested. () yes no
An author's fiscal statement	was requested. () yes (no .		
The Committee recommend	s that this measure be pla	eed on the (Local) o	(Consent) Calenda	ar.
This measure proposes	new law. () amends e	xisting law.		
House Sponsor of Senate M	Measure			
The measure was reported	from Committee by the fo	llowing vote:		
•	AYE	NAY	PNV	ABSENT
Barton, Ch.	/			
Cooper, V.C.	V			
Vowell, C.B.O.	1/			
Blair	/			
Cuellar, R.	V			
Earley				
Grusendorf				
	/			
Larry Waterfield				
VValerneid				
Total aye nay	nt, not voting	CHAIRMAN	W. Bari Colfee	De la constantina della consta
absen	_	COMMITTEE C		

H.B. 1060

By: Price

BILL ANALYSIS

Background Information

In 1984 married women with children under the age of six represented 52% of the nation's labor force and the need for child-care has grown tremendously in recent years. Studies indicate that the availability of on-site or near-site child-care can have positive benefits in regard to employee morale and productivity.

Purpose of the Bill

H.B. 1060 would establish a pilot program to provide child-care services to state employees by leasing space in state buildings to private child-care operators.

Section by Section Analysis

SECTION 1. Definitions.

SECTION 2. Establishes a task force for the purposes of studying child-care options for state employees. Provides for who shall serve on the task force and for the selection of the chairman. Allows the task force to seek and accept outside sources of funding.

SECTION 3. Authorizes the task force to study options for child-care for state employees. Provides that the cost of a study shall be paid by the agencies represented on the task force.

SECTION 4. Requires the task force to design and establish a pilot program to lease space to private operators of child-care for providing child-care to state employees and to adopt rules to implement this program. Specifies some specific guidelines for the pilot program.

SECTION 5. Provides guidelines for the agency that controls the state building to enter into a lease with a provider of child-care.

SECTION 6. Requires that a tenant who is a provider of child-care must be licensed by the state as a child-care facility.

SECTION 7. Requires that each state agency involved in the pilot program must submit a report to the task force and lists specific information that the report must include. Further requires the task force to report its finding to the 72nd Legislature and to distribute an executive summary to Legislators.

SECTION 8. Effective Dates and deadlines.

SECTION 9. Expiration date.

SECTION 10. Emergency.

Rulemaking Authority

Section 4(b) requires the task force to adopt rules for the pilot program. Section 5(d) requires the State Purchasing and General Services Commission to adopt rules regarding the lease of space in state buildings.

Summary of Committee Action

Public notice was posted in accordance to the rules and a public hearing was held on April 1, 1987.

The bill was referred to a subcommittee consisting of the following members: Rep. R. Cuellar-Chair, Rep. Blair, Rep. Grusendorf. On April 14, the subcommittee met in a formal meeting and voted to report the measure as substituted.

On April 28, the full committee voted to report H.B. 1060 to the House as substituted with the recommendation that it do pass by a record vote of g ayes and g nays.

Testifying in favor of H.B. 1060 were the following witnesses: Lane Zively, ex. dir., Texas Public Employees Association; Wakie Martin, leg. coordinator, Texas State Employees Union; Joe Frost, professor, early childhood education, U.T. Austin; Jeaneen McMaster, leg. chair, Texas Women's Political Caucus.

There were no witnesses in opposition.

Comparison of Original Bill to Substitute

In the original bill the State Purchasing and General Services Commission was required to establish the pilot program and report. In the substitute this responsibility is given to a task force composed of members named in the substitute.

LEGISLATIVE BUDGET BOARD

Austin, Texas

FISCAL NOTE

May 11, 1987

Honorable Erwin Barton, Chair T0: Committee on Human Services House of Representatives

In Re: Committee Substitute for House Bill No. 1060

Austin, Texas

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on House Bill No. 1060 (relating to the establishment of a pilot program to lease space for child-care services for children of state employees) this office has determined the following:

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

The bill creates a task force to study options for providing child-care services. The bill requires a task force to establish a pilot program for child services in three cities and two counties. Each employee participating in the pilot program shall pay the expenses of providing child-care services for that employee's children directly to a private tenant. The task force may study and report to the Legislataure on the feasibility of providing child-care services to state employees.

Additional costs to the user agencies participating in the pilot program also would be anticipated but cannot be determined.

The probable cost of implementing the provisions of the bill during each of the first two years following passage is estimated as follows:

Fiscal Year	Probable Cost Out of the General Revenue Fund	Change in Number of State Employees from FY 1987
1988	\$59,642	+2
1989	52,642	+2

No fiscal implication to units of local government is anticipated.

Source: State Purchasing and General Services Commission;

LBB Staff: JO, HES, JWH, RS, PH, LV

LEGISLATIVE BUDGET BOARD

Austin, Texas

FISCAL NOTE

April 1, 1987

In Re: House Bill No. 1060

By: Price

Honorable Erwin Barton, Chair T0: Committee on Human Services

House of Representatives

Austin, Texas

FROM: Jim Oliver, Director

In response to your request for a Fiscal Note on House Bill No. 1060 (relating to the establishment of a pilot program to lease space for child-care services for children of state employees) this office has determined the following:

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

The bill would require the State Purchasing and General Services Commission (SPGSC) to establish a pilot program for child services in five cities and three counties. The services would be for state employees working in the buildings where the service would be located. The bill would require SPGSC to administer the new program.

Additional costs to the user agencies participating in the pilot program also would be anticipated but cannot be determined.

The probable cost of implementing the provisions of the bill during each of the first two years following passage is estimated as follows:

Fiscal Year	Probable Cost Out of the General Revenue Fund	Change in Number of State Employees from FY 1987
1988	\$59,642	+2
1989	52,642	+2

No fiscal implication to units of local government is anticipated.

Source: State Purchasing and General Services Commission; LBB Staff: JO, HES, JWH, RS, PH, LV

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H. B. No	1060

By Clpun

A BILL TO BE ENTITLED

AN ACT

relating to the establishment of a pilot program to lease space for child-care services for children of state employees.

MAR 2 1987	1. Filed with the Chief Clerk.
MAR 10 1987	2. Read first time and Referred to Committee on
APR 28 1987	3. Reportedfavorably (as substituted) and sent to Printer at
MAY 15 1987	4. Printed and distributed at 4:45 pm MAY 11 1987
MAY 1 8 1987	5. Sent to Committee on Calendars at 9:41am
	6. Read second time (amended); passed to third reading (failed) by (Non-Record Vote) (Record Vote of yeas, nays, present, not voting).
	7. Motion to reconsider and table the vote by which H.B was ordered engrossed prevailed (failed) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting).
	8. Constitutional Rule requiring bills to be read on three several days suspended (failed to suspend) by a four-fifths vote of yeas, nays, and present, not voting.
	 6. Read second time (amended); passed to third reading (failed) by (Non-Record (Record Vote of

 9. Read third time (amended); finally passed (failed) by (Non-Record Vote) (Record Vote of yeas, nays, present, not voting).
 10. Caption ordered amended to conform to body of bill.
 11. Motion to reconsider and table the vote by which H. B was finally passed prevailed (failed) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting).
 12. Ordered Engrossed at
 13. Engrossed.
 14. Returned to Chief Clerk at
 15. Sent to Senate.
Chief Clerk of the House
 16. Received from the House
 17. Read, referred to Committee on
 18. Reported favorably
 19. Reported adversely, with favorable Committee Substitute; Committee Substitute read first time.
 20. Ordered not printed.
21. Regular order of business suspended by (a viva voce vote.) (

	22. To permit consideration, reading and passage, Senate and Constitutional Rules suspended by vote of yeas, nays.
	23. Read second time passed to third reading by: (a viva voce vote.) (yeas, nays.)
	24. Caption ordered amended to conform to body of bill.
	25. Senate and Constitutional 3-Day Rules suspended by vote of yeas, nays to place bill on third reading and final passage.
	_ 26. Read third time and passed by (a viva voce vote.) (yeas, nays.)
OTHER ACTION:	OTHER ACTION:
	Secretary of the Senate
	_ 27. Returned to the House.
	28. Received from the Senate (with amendments.) (as substituted.)
	29. House (Concurred) (Refused to Concur) in Senate (Amendments) by a (Non-Record Vote) (Record Vote of yeas, nays, present, not voting).
	_ 30. Conference Committee Ordered.
	31. Conference Committee Report Adopted (Rejected) by a (Non-Record Vote) (Record Vote of yeas, nays, and present, not voting).
	32 Ordered Enrolled at

of Hamilton

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